

A RESOLUTION 2006R-06-29-0745

**RECOMMENDING FUNDING TO SINO SWEARINGEN FROM THE CPS ENERGY COMMUNITY INFRASTRUCTURE AND ECONOMIC DEVELOPMENT ("CIED") FUND, SUBJECT TO QUALIFICATION UNDER CIED FUND POLICY, IN AN AMOUNT NOT TO EXCEED \$200,000.00 FOR PUBLIC INFRASTRUCTURE IMPROVEMENTS RELATED TO THE EXPANSION.**

\* \* \* \* \*

**WHEREAS**, the Community Infrastructure and Economic Development ("CIED") Fund was created by the CPS Board of Trustees (the "Board") for the purpose of benefiting the community and improving the quality of life of CPS Energy customers by funding electric system improvements and other projects that have public safety and public welfare benefits, that support the Board's commitment to environmental stewardship, and that expand the economy of the CPS Energy service territory, thereby increasing net electric revenues for the economic benefit of CPS Energy and its customers as a whole; and

**WHEREAS**, a policy was established by the Board to properly administer and distribute CIED funds (the "Policy") and in accordance with the Policy, an act of the City Council of the City of San Antonio recommending a project for CIED funding is required; and

**WHEREAS**, Sino is currently considering S.A. International Airport and its site in West Virginia as potential sites for a final 214,000 square foot manufacturing/assembly facility that will produce 100 aircraft per year (the "Project"), and the company has received final FAA certification on the SJ30-2 jet and expects to begin final assembly and production of the jet in 2006; and

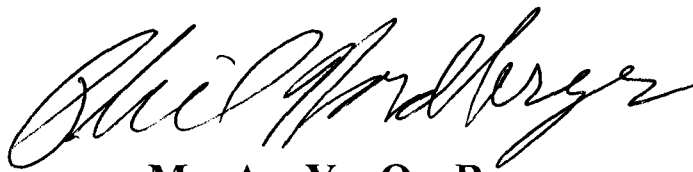
**WHEREAS**, the City has determined through its own cost-benefit analysis that public infrastructure improvements related to the Expansion Project in an amount not to exceed \$200,000.00 would benefit the community and improve the quality of life of CPS' customers, and that the allocation of said amount through the CIED Fund would support electric system improvements that have public safety and public welfare benefits to customers of its systems and also expands the economy of the CPS service territory, thereby increasing net electric revenues for the economic benefit of CPS and its customers as a whole; **NOW, THEREFORE:**

**BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:**

**SECTION 1.** It is hereby recommended by the City Council of the City of San Antonio that funding in an amount not to exceed \$200,000.00 be allocated for the Sino-Swearingen Expansion Project, subject to the qualification of the Project under CPS' own cost-benefit analysis in accordance with the CIED Fund Policy.

**SECTION 2.** This Resolution shall become effective immediately upon its passage by eight (8) affirmative votes of the City Council and if passed and approved upon fewer than eight (8) votes, then after the tenth (10<sup>th</sup>) day after passage.


**PASSED AND APPROVED** this 29<sup>th</sup> day of June 2006.



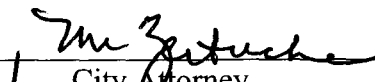
**M A Y O R**

**PHIL HARDBERGER**

**ATTEST:**

  
City Clerk

**APPROVED AS TO FORM:**

  
for City Attorney